

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

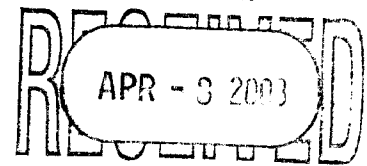
ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



G-02696A
Broken Bow Gas Company
200 West Longhorn
Payson AZ 85541

ANNUAL REPORT

ARIZONA CORPORATION
COMMISSION



Director of Utilities

FOR YEAR ENDING

12	31	2002
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FOR COMMISSION USE

ANN 02	02
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3-4-4-03
C.M.
2002
Assessment
db updated
C.M.*

COMPANY INFORMATION

Company Name (Business Name) Energy West Inc. DBA Energy West AZ

Mailing Address #1 First Ave South PO Box 2229

(Street)

Great Falls

(City)

MT

(State)

59403-2229

(Zip)

(406)791-7500

Telephone No. (Include Area Code)

(406)791-7558

Fax No. (Include Area Code)

N/A

Pager/Cell No. (Include Area Code)

Email Address CAWolverton@ewst.com

Local Office Mailing Address 200 W Longhorn Rd.

(Street)

Payson

(City)

AZ

(State)

85541

(Zip)

(928)474-2294

Local Office Telephone No. (Include Area Code)

(928)474-0909

Fax No. (Include Area Code)

N/A

Pager/Cell No. (Include Area Code)

Email Address MJLorentz@ewst.com

MANAGEMENT INFORMATION

Management Contact: Mark Lorentz General Manager

(Name)

(Title)

200 W. Longhorn Rd.

(Street)

Payson

(City)

AZ

(State)

85541

(Zip)

(928)474-2294

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Email Address MJLorentz@ewst.com

On Site Manager: Mark Lorentz

(Name)

200 W Longhorn Rd.

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(928)474-2294

Telephone No. (Include Area Code)

(928)474-0909

Fax No. (Include Area Code)

N/A

Pager/Cell No. (Include Area Code)

Email Address MJLorentz@ewst.com

Statutory Agent: Doug Mann

(Name)

200 W Longhorn Rd.

Payson

AZ

85541

(Street)

(City)

(State)

(Zip)

(928)474-2294

(928)474-0909

N/A

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: John Allen

(Name)

#1 First Ave South

Great Falls

MT

59403

(Street)

(City)

(State)

(Zip)

(406)791-7500

(406)791-7558

N/A

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☒ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

SERVICES AUTHORIZED TO PROVIDE

Check the following box/s for the services that you are authorized to provide:

☐ **Electric**

- ☐ Investor Owned Electric
- ☐ Rural Electric Cooperative
- ☐ Utility Distribution Company
- ☐ Electric Service Provider
 - ☐ Transmission Service Provider
 - ☐ Meter Service Provider
 - ☐ Meter Reading Service Provider
 - ☐ Billing and Collection
 - ☐ Ancillary Services
 - ☐ Generation Provider
 - ☐ Aggregator/Broker

☐ **Telecommunications**

- ☐ Incumbent Local Exchange Carrier
- ☐ Interexchange Carrier
- ☐ Competitive Local Exchange Carrier
- ☐ Reseller
- ☐ Alternative Operator Service Provider

☒ **Gas**

- ☐ Natural Gas
- ☒ Propane

☐ **Other (Specify)** _____

STATISTICAL INFORMATION

TELECOMMUNICATION UTILITIES ONLY

Total residential access lines	_____
Total business access lines	_____
Total revenue from Arizona operations	\$ _____
Total income from Arizona operations	\$ _____
Value of assets used to serve Arizona customers	\$ _____
Accumulated depreciation associated with those assets	\$ _____

STATISTICAL INFORMATION (CONT'D)

ELECTRIC UTILITY PROVIDERS ONLY

Total number of customers	_____
Residential	_____
Commercial	_____
Industrial	_____
Public street and highway lighting	_____
Irrigation	_____
Resale	_____
 Total kilowatt-hours sold	_____ kWh
Residential	_____
Commercial	_____
Industrial	_____
Public street and highway lighting	_____
Irrigation	_____
Resale	_____
 Maximum Peak Load	_____ MW

GAS UTILITIES ONLY

Total number of customers	7306
Residential	6692
Commercial	544
Industrial	70
Irrigation	_____
Resale	_____
 Total therms sold	3667695 therms
Residential	2694418
Commercial	600908
Industrial	372369
Irrigation	_____
Resale	_____

**VERIFICATION
AND
SWORN STATEMENT**
Intrastate Revenues Only

RECEIVED
APR - 9 2003

VERIFICATIONSTATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)
Gila
NAME (OWNER OR OFFICIAL) TITLE
Doug Mann Statutory Agent
COMPANY NAME
Energy West Arizona

Director of Utilities

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2002

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2002 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 5,821,043

(THE AMOUNT IN BOX ABOVE

INCLUDES \$ 477,885

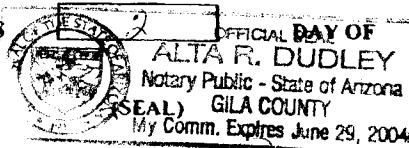
IN SALES TAXES BILLED, OR COLLECTED)

**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



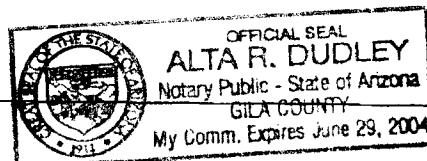
MY COMMISSION EXPIRES

June 29, 2004

Douglas R. Mann
SIGNATURE OF OWNER OR OFFICIAL
928/474-2294
TELEPHONE NUMBER

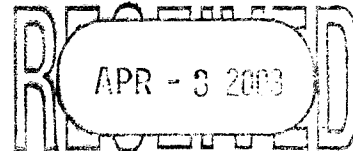
COUNTY NAME	
Gila	
MONTH	2003
April	

Alta R. Dudley
SIGNATURE OF NOTARY PUBLIC



VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

ARIZONA CORPORATION
COMMISSION



Director of Utilities

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY NAME <u>Gila</u>	
NAME (OWNER OR OFFICIAL) <u>Doug Mann</u>	TITLE <u>Statutory Agent</u>
COMPANY NAME <u>Energy West Arizona</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2002

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2002 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 4,413,388

(THE AMOUNT IN BOX AT LEFT

INCLUDES \$ 362,322

IN SALES TAXES BILLED, OR COLLECTED

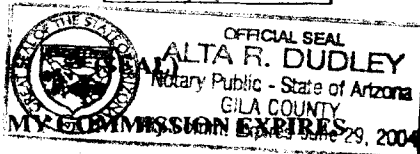
*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

X Douglas R. Mann
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

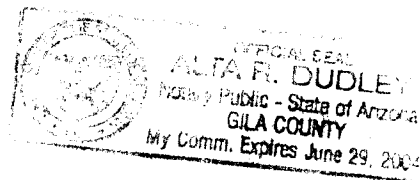
THIS 2 DAY OF



June 28, 2004

NOTARY PUBLIC NAME <u>Alta R. Dudley</u>	
COUNTY NAME <u>Gila</u>	
MONTH <u>April</u>	YEAR <u>2003</u>

X Alta R. Dudley
SIGNATURE OF NOTARY PUBLIC



FINANCIAL INFORMATION

Attach to this annual report a copy of the companies' year-end (Calendar Year 2002) financial statements. If you do not compile these reports, the Utilities Division is supplying you with blank financial statements for completion and filing. **ALL INFORMATION MUST BE ARIZONA-SPECIFIC AND REFLECT OPERATING RESULTS IN ARIZONA.**

ENERGY WEST ARIZONA
Consolidated Income Statement
Twelve Months Ended December 31, 2002

	12 Months Ended 12/31/2002
Energy Revenue	\$ 5,268,911
Energy Purchases	2,885,610
Total Gross Margin	2,383,301
Other Operating Charges:	
Vaporizer Fuel Costs	71,245
General and administrative	1,245,468
Maintenance	56,773
Depreciation	373,195
Taxes other than income taxes	115,907
Total Other Operating Charges	1,862,588
Other income (loss)	74,246
Earnings before Int & Taxes	594,959
Interest Charges:	
Interest on long-term debt	177,627
Other interest	54,674
Total Interest charges	232,301
Income (loss) before inc taxes	362,658
Income taxes:	
Income taxes-operations	122,332
Income taxes-other income	
Total Income taxes	122,332
Net Income	\$ 240,326
EPS	\$ 0.0967

EWA - Broken Bow
Balance Sheet
December 31, 2002

	Balance 12/31/02	Balance at 12/31/01	Increase/ (Decrease)
ASSETS			
Current Assets:			
Cash	\$90,647.75	(\$6,499.78)	\$97,147.53
Accounts Receivable	840,748.70	811,994.58	28,754.12
Accounts Receivable - Intercompany	0.00	2,214.34	(2,214.34)
Gas Inventory	11,241.00	16,756.00	(5,515.00)
Materials and Supplies	116,873.32	204,873.09	(87,999.77)
Prepayments	38,440.34	24,744.00	13,696.34
Deferred Tax Assets - Current	62,346.00	20,511.00	41,835.00
Deferred Purchased Gas Costs	583,451.51	443,732.31	139,719.20
Total Current Assets	<u>1,743,748.62</u>	<u>1,518,325.54</u>	<u>225,423.08</u>
Property, Plant and Equipment:			
Utility Plant	10,043,227.65	9,092,415.54	950,812.11
Less Accumulated Depreciation	<u>(2,852,213.17)</u>	<u>(2,469,408.86)</u>	<u>(382,804.31)</u>
Net Property, Plant and Equipment	<u>7,191,014.48</u>	<u>6,623,006.68</u>	<u>568,007.80</u>
Deferred Charges and Other Assets:			
Rate Case Costs	(9.35)	(9.35)	0.00
Regulatory Asset - SFAS 109	6,108.00	6,108.00	0.00
Unrecognized OPEB Obligation	0.00	(370.00)	370.00
Deferred Tax Assets - Long Term	<u>54,226.00</u>	<u>53,148.00</u>	<u>1,078.00</u>
Total Deferred Charges and Other Assets	<u>60,324.65</u>	<u>58,876.65</u>	<u>1,448.00</u>
TOTAL ASSETS	<u><u>8,995,087.75</u></u>	<u><u>8,200,208.87</u></u>	<u><u>794,878.88</u></u>

EWA - Broken Bow
Balance Sheet
December 31, 2002

	Balance 12/31/02	Balance at 12/31/01	Increase/ (Decrease)
LIABILITIES AND INVESTMENT			
Current Liabilities:			
Long Term Debt (Due Within One Year)	\$2,147.00	\$0.00	\$2,147.00
Accounts Payable - Other	88,031.08	195,549.80	(107,518.72)
Accounts Payable - Intercompany	680.48	(3,353.44)	4,033.92
Accrued Taxes	(97,951.88)	(85,311.65)	(12,640.23)
Deferred Income Tax Payable - Current	238,290.62	173,649.06	64,641.56
Payable to Employee Benefit Plans	39,984.34	33,623.86	6,360.48
Accrued Vacation Payable	53,489.80	44,552.32	8,937.48
Other Current Liabilities	90,081.70	117,931.91	(27,850.21)
Total Current Liabilities	414,753.14	476,641.86	(61,888.72)
Other:			
Customer Advances for Construction	541,188.00	569,266.00	(28,078.00)
Contributions in Aid of Construction	150,824.60	150,824.60	0.00
Accum. Post Retirement Benefit Obligations	31,311.92	27,596.88	3,715.04
Deferred Federal Income Taxes	568,428.43	375,141.46	193,286.97
Deferred Revenues	28,259.32	45,867.16	(17,607.84)
Total Other	1,320,012.27	1,168,696.10	151,316.17
ENERGY WEST Balancing	5,903,688.89	5,448,871.81	454,817.08
Long Term Debt (Due After One Year):			
Leases Payable	10,305.52	0.00	10,305.52
Total Long-Term Obligations	10,305.52	0.00	10,305.52
Allocated Long-Term Obligations	498,220.00	498,220.00	0.00
Equity:			
Retained Earnings	848,107.93	607,779.10	240,328.83
Total Equity	848,107.93	607,779.10	240,328.83
TOTAL LIABILITIES AND INVESTMENT	8,995,087.75	8,200,208.87	794,878.88